

116 - State Lottery Commission

A001 Administration

The Administration activity includes those services that support lottery sales, such as executive guidance, accounting, budgeting, internal audit, legal counsel, facility maintenance, purchasing, information technology, security, and human resources.

	FY 2006	FY 2007	Biennial Total
FTE's	47.3	46.7	47.0
GFS	\$0	\$0	\$0
Other	\$5,688,000	\$6,019,000	\$11,707,000
Total	\$5,688,000	\$6,019,000	\$11,707,000

Statewide Result Area: Strengthen the ability of state government to achieve results efficiently and effectively

Statewide Strategy: State financial resources and services

Expected Results

Lottery employees that are strongly supported as they generate sales. For the 2005-07 Biennium, the Lottery projects sales of \$936.0 million and profits of \$204.0 million. The distribution of profits are as follows: \$183.8 million to the Education Construction Account, \$16.1 million to the Stadium and Exhibition Center, and \$8.9 million to King County (Safeco Field), \$4.0 million to Economic Development Strategic Reserve Account, and \$0.4 million to Problem Gambling Account.

Lottery games revenue estimates for education construction and other statutory commitments as reported to the Revenue Forecast Council				
Biennium	Period	Target	Actual	Variance
2005-07	8th Qtr	\$105.12		
	4th Qtr	\$108.08		

A009 Prizes

The Prizes activity consists of the payments made to Lottery game winners.

	FY 2006	FY 2007	Biennial Total
FTE's	0.0	0.0	0.0
GFS	\$0	\$0	\$0
Other	\$293,600,000	\$293,601,000	\$587,201,000
Total	\$293,600,000	\$293,601,000	\$587,201,000

Appropriation Period: 2005-07 Activity Version: 51 - 2006 Governor's Proposed Supplement

Statewide Result Area: Strengthen the ability of state government to achieve results efficiently and effectively

Statewide Strategy: State financial resources and services

Expected Results

Lottery customers who enjoy playing Lottery games, who are convinced of the organization's integrity, and who want to play again. This activity also contributes to the revenue measure listed with the Administration activity.

A002 Commissions

The Commissions activity includes payments to approximately 3,500 retailers who sell Lottery products.

	FY 2006	FY 2007	Biennial Total
FTE's	0.0	0.0	0.0
GFS	\$0	\$0	\$0
Other	\$29,130,000	\$29,130,000	\$58,260,000
Total	\$29,130,000	\$29,130,000	\$58,260,000

Statewide Result Area: Strengthen the ability of state government to achieve results efficiently and effectively

Statewide Strategy: State financial resources and services

Expected Results

Lottery retailers who are enthused about selling Lottery products, who treat players well, and who represent the Lottery in a positive manner. This activity also contributes to the revenue measure listed with the Administration activity.

A005 Game Vendors

This activity includes contractual payments for services provided by vendors for the gaming system, stand-alone machines, and scratch products, and includes such things as game planning and analysis, new technologies, and communication terminals in 3,500 retail outlets.

	FY 2006	FY 2007	Biennial Total
FTE's	0.0	0.0	0.0
GFS	\$0	\$0	\$0
Other	\$14,294,000	\$16,585,000	\$30,879,000
Total	\$14,294,000	\$16,585,000	\$30,879,000

Statewide Result Area: Strengthen the ability of state government to achieve results efficiently and effectively

Statewide Strategy: State financial resources and services

Appropriation Period: 2005-07 Activity Version: 51 - 2006 Governor's Proposed Supplement

Expected Results

Lottery products (games) which are attractive and entertaining, and encrypted rapid wager processing systems that ensure high product integrity. This activity also contributes to the revenue measure listed with the Administration activity.

A014 King County (Safeco Field) Statutory Payment

This activity provides the funds necessary for debt service payment on the bonds used to build Safeco Field.

	FY 2006	FY 2007	Biennial Total
FTE's	0.0	0.0	0.0
GFS	\$0	\$0	\$0
Other	\$4,355,000	\$4,530,000	\$8,885,000
Total	\$4,355,000	\$4,530,000	\$8,885,000

Statewide Result Area: Strengthen the ability of state government to achieve results efficiently and effectively

Statewide Strategy: State financial resources and services

Expected Results

Statutory obligation for debt service payments on bonds used to build Safeco field is met.

A007 Marketing, Research, and Communications

The Marketing activity, through analysis, innovation, and design, attracts new customers and maintains the Lottery's core customer base. The activity includes research, advertising, public relations, community events, sports sponsorship, promotions, winning numbers hotline, and the agency's website.

	FY 2006	FY 2007	Biennial Total
FTE's	18.5	18.5	18.5
GFS	\$0	\$0	\$0
Other	\$9,676,000	\$9,902,000	\$19,578,000
Total	\$9,676,000	\$9,902,000	\$19,578,000

Statewide Result Area: Strengthen the ability of state government to achieve results efficiently and effectively

Statewide Strategy: State financial resources and services

Expected Results

Lottery players who know about our products, who choose them because they are both entertaining and offer a societal payback, and who will continue to watch for new and fun opportunities from the Lottery. This activity also contributes to the revenue measure listed with the Administration activity.

A011 Retailer Support

The Retailer Support activity assists corporate accounts and independent retailers in their operations. This includes helping them to optimize inventory, achieve high sales, secure products, and minimize expenses. Retailer promotions and distribution of tickets to retailers are also part of this activity.

	FY 2006	FY 2007	Biennial Total
FTE's	79.6	79.6	79.6
GFS	\$0	\$0	\$0
Other	\$7,524,000	\$7,641,000	\$15,165,000
Total	\$7,524,000	\$7,641,000	\$15,165,000

Statewide Result Area: Strengthen the ability of state government to achieve results efficiently and effectively

Statewide Strategy: State financial resources and services

Expected Results

Lottery retailers who are knowledgeable about our products, confident in selling them, adequately stocked at all times, and appreciate serving as partners with the Lottery in benefiting the state of Washington. This activity also contributes to the revenue measure listed with the Administration activity.

ZZZX Other Statewide Adjustments

This item reflects proposed compensation and other adjustments that were not allocated to individual agency activities. The agency will assign these costs to the proper activities after the budget is enacted.

	FY 2006	FY 2007	Biennial Total
FTE's	0.0	0.0	0.0
GFS	\$0	\$0	\$0
Other	\$0	\$73,000	\$73,000
Total	\$0	\$73,000	\$73,000

Statewide Result Area: Strengthen the ability of state government to achieve results efficiently and effectively

Statewide Strategy: Human resources support for government agencies

Grand Total

	FY 2006	FY 2007	Biennial Total
FTE's	145.4	144.8	145.1
GFS	\$0	\$0	\$0
Other	\$364,267,000	\$367,481,000	\$731,748,000
Total	\$364,267,000	\$367,481,000	\$731,748,000